## AMENDED IN ASSEMBLY MARCH 15, 2010

CALIFORNIA LEGISLATURE—2009—10 REGULAR SESSION

## ASSEMBLY BILL

No. 1899

## **Introduced by Assembly Member Eng**

February 16, 2010

An act to add Sections 11004.5 and 11004.6, 11004.6, and 11004.7 to the Government Code, relating to state agencies.

## LEGISLATIVE COUNSEL'S DIGEST

AB 1899, as amended, Eng. State agencies: information: Internet Web site.

Existing law requires, subject to specific exemptions, public records to be open to public inspection.

This bill would require, subject to specific exemptions, state agencies, the Department of General Services, and the office of the State Chief Information Officer to post specified audits and contracts to the state's Reporting Transparency in Government Internet Web site. This bill would also require the office of the Governor to post specified financial statements and report to that Internet Web site.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

*The people of the State of California do enact as follows:* 

- 1 SECTION 1. The Legislature finds and declares all of the 2 following:
- 3 (a) Transparency is fundamental to promoting efficiency and
- 4 effectiveness in state government and strengthening the democratic

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process by giving citizens enough information to reach their own conclusions about how their tax dollars are being spent.

- (b) Audits of state agencies and their operations can provide objective and measurable performance reviews and identify and correct inefficient or wasteful practices.
- (c) Californians seeking information on state governmental operations are often frustrated because a myriad of oversight entities perform audits of state agencies, and the information can be difficult to access due to the lack of a Web-based, central inventory of audits.
- (d) Many internal audits that state agencies perform on their own operations are finalized but never made public.
- (e) Billions of dollars in state contracts are entered into each year to purchase goods and services for the people of California, and posting contracts on the Internet is an effective way to help ensure that taxpayers are getting the best value and services are being provided in an efficient manner.
- (f) The Legislature's continuing commitment to promoting transparency in state government is especially critical while California's economy continues to struggle.
- SEC. 2. Section 11004.5 is added to the Government Code, to read:
- 11004.5. (a) A state agency shall post any audit regarding its operations, or any audit it performed regarding any other state or local government entity, finalized on or after January 1, 2011, to the state's Reporting Transparency in Government Internet Web site within 15 calendar days of finalization.
- (b) A state agency shall post any contract it awarded on or after January 1, 2008, valued at five thousand dollars (\$5,000) or more, to the state's Reporting Transparency in Government Internet Web site within 15 calendar days of signing by all parties to the contract.
- (c) The Department of General Services and the office of the State Chief Information Officer shall assist a state agency to comply with the requirements of this section.
- (d) This section shall not be construed as requiring the posting of audits or contracts where the posting would (1) violate federal or state law, (2) result in the unauthorized waiver of privileges, such as the attorney-client, attorney work product, or deliberative process privileges, or (3) result in the unauthorized waiver of exemptions from disclosure under the California Public Records

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1 Act (Ch. 3.5 (commencing with Section 6250) of Division 7 of 2 Title 1).

- SEC. 3. Section 11004.6 is added to the Government Code, to read:
- 11004.6. (a) (1) On or before February 15, 2011, a state agency shall post to the state's Reporting Transparency in Government Internet Web site all of the following:
- (A) Every audit of its operations finalized beginning January 1, 2008, and forward, performed by itself or any entity other than itself, including, but not limited to, the Bureau of State Audits, the Controller, the Department of Finance, or a federal agency with oversight responsibility of the state agency's operations.
- (B) Every audit it performed regarding any other state or local government entity finalized beginning January 1, 2008, and continuing forward.
- (2) The Department of General Services and the office of the State Chief Information Officer shall assist a state agency to comply with the requirements of this subdivision.
- (b) Starting on January 1, 2011, the Department of General Services and the office of the State Chief Information Officer shall post any contract awarded by the state as of March 1, 2009, and continuing forward, valued at five thousand dollars (\$5,000) or more to the state's Reporting Transparency in Government Internet Web site.
- (e) This section shall not be construed as requiring the posting of audits or contracts where the posting would (1) violate federal or state law, (2) result in the unauthorized waiver of privileges, such as the attorney-client, attorney work product, or deliberative process privileges, or (3) result in the unauthorized waiver of exemptions from disclosure under the California Public Records Act (Ch. 3.5 (commencing with Section 6250) of Division 7 of Title 1).
- 33 SEC. 2. Section 11004.5 is added to the Government Code, to 34 read:
  - 11004.5. (a) On or before February 15, 2011, a state agency shall post to the state's Reporting Transparency in Government Internet Web site every audit of its operations finalized from January 1, 2008, to December 31, 2010, inclusive.
- 39 (b) Within 15 calendar days of finalization, a state agency shall 40 post to the state's Reporting Transparency in Government Internet

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1 Web site every audit of its operations finalized from January 1,2 2011, and forward.

- (c) For purposes of this section, "audit" shall mean any review or evaluation performed by a state agency on itself or by another entity, including, but not limited to, the Bureau of State Audits, the Controller, the Department of Finance, a federal agency with oversight responsibility of the operations of the state agency, or any other nongovernmental organization that monitors or oversees the state agency and that has received public funds.
- (d) The Department of General Services and the office of the State Chief Information Officer shall assist a state agency to comply with the requirements of this section.
- (e) This section shall not require the posting of information in an audit, including the identity of any undisclosed expert consultant, that is confidential pursuant to a court order, the attorney client privilege, or the attorney work product exception; or information, that, if posted, would jeopardize peace officer safety, criminal intelligence information, ongoing investigatory activities, or any security procedure; or any information the disclosure of which is prohibited by law. Nothing in this section shall be construed to limit the rights of the public to access information pursuant to the California Public Records Act (Chapter 3.5 (commencing with Section 6250) of Division 7 of Title 1), or Section 3 of Article I of the California Constitution. Any information withheld from posting shall be replaced with the phrase, "CPRA exemption claimed."
- SEC. 3. Section 11004.6 is added to the Government Code, to read:
- 11004.6. (a) On or before February 15, 2011, the Department of General Services and the office of the State Chief Information Officer shall post any contract awarded by the state from January 1, 2008, to December 31, 2010, inclusive, valued at five thousand dollars (\$5,000) or more to the state's Reporting Transparency in Government Internet Web site.
- (b) Within 15 calendar days of signing by all parties to the contract, a state agency shall post to the state's Reporting Transparency in Government Internet Web site any contract it awarded from January 1, 2011, and forward that is valued at five thousand dollars (\$5,000) or more.

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(c) The Department of General Services and the office of the State Chief Information Officer shall assist a state agency to comply with the requirements of this section.

(d) This section shall not require the posting of information in a contract, including the identity of any undisclosed expert consultant, that is confidential pursuant to a court order, the attorney client privilege, or the attorney work product exception; or information, that, if posted, would jeopardize peace officer safety, criminal intelligence information, ongoing investigatory activities, or any security procedure; or any information the disclosure of which is prohibited by law. Nothing in this section shall be construed to limit the rights of the public to access information pursuant to the California Public Records Act (Chapter 3.5 (commencing with Section 6250) of Division 7 of Title 1), or Section 3 of Article I of the California Constitution. Any information withheld from posting shall be replaced with the phrase, "CPRA exemption claimed."

SEC. 4. Section 11004.7 is added to the Government Code, to read:

11004.7. The office of the Governor shall post every statement of economic interest and travel and expense report of its staff, agency secretaries, department heads, and any official under the direct supervision of the Governor to the Reporting Transparency in Government Internet Web site.